



# ANNUAL STATEMENT

For the Year Ended December 31, 2002  
of the Condition and Affairs of the

## GREAT AMERICAN ALLIANCE INSURANCE COMPANY

NAIC Group Code.....0084, 0084 NAIC Company Code..... 26832 Employer's ID Number..... 95-1542353  
(Current Period) (Prior Period)

Organized under the Laws of OHIO State of Domicile or Port of Entry OHIO  
Country of Domicile USA  
Incorporated..... September 11, 1945 Commenced Business..... April 1, 1946

Statutory Home Office	580 Walnut Street ..... Cincinnati ..... OH ..... 45202 <i>(Street and Number) (City or Town, State and Zip Code)</i>	
Main Administrative Office	580 Walnut Street ..... Cincinnati ..... OH ..... 45202 <i>(Street and Number) (City or Town, State and Zip Code)</i>	513-369-5000 <i>(Area Code) (Telephone Number)</i>
Mail Address	580 Walnut Street ..... Cincinnati ..... OH ..... 45202 <i>(Street and Number or P. O. Box) (City or Town, State and Zip Code)</i>	
Primary Location of Books and Records	580 Walnut Street ..... Cincinnati ..... OH ..... 45202 <i>(Street and Number) (City or Town, State and Zip Code)</i>	513-369-5000 <i>(Area Code) (Telephone Number)</i>
Internet Website Address	www.GreatAmericanInsurance.com	
Statement Contact	Robert James Schwartz <i>(Name)</i> BSchwartz@GAIC.com <i>(E-Mail Address)</i>	513-369-5092 <i>(Area Code) (Telephone Number) (Extension)</i> 513-369-3873 <i>(Fax Number)</i>
Policyowner Relations Contact	580 Walnut Street ..... Cincinnati ..... OH ..... 45202 <i>(Street and Number) (City or Town, State and Zip Code)</i>	800-972-3008 <i>(Area Code) (Telephone Number) (Extension)</i>

### OFFICERS

President ..... Carl Henry Lindner III Treasurer ..... Keith Alan Jensen Secretary ..... Karen Holley Horrell

Donald Dumford Larson	Gary John Gruber	John Linn Doellman	Allen Fredrick Eling
Eve Cutler Rosen	John Adalbert Rowney	Roger Smith	David John Witzgall
Kathleen Joan Brown	Paul George Friedmann	Ronald Charles Hayes	Robert James Schwartz
Thomas Edward Mischell	Fred Joseph Runk		

### DIRECTORS OR TRUSTEES

Gary John Gruber	Karen Holley Horrell	Keith Alan Jensen	Donald Dumford Larson
Carl Henry Lindner III	Robert Eugene Maly	John Raymond Miner	

State of..... Ohio  
County of..... Hamilton

The officers of this reporting entity being duly sworn, each depose and say that they are the described officers of said reporting entity, and that on the reporting period stated above, all of the herein described assets were the absolute property of the said reporting entity, free and clear from any liens or claims thereon, except as herein stated, and that this statement, together with related exhibits, schedules and explanations therein contained, annexed or referred to, is a full and true statement of all the assets and liabilities and of the condition and affairs of the said reporting entity as of the reporting period stated above, and of its income and deductions therefrom for the period ended, and have been completed in accordance with the NAIC *Annual Statement Instructions and Accounting Practices and Procedures* manual except to the extent that: (1) state law may differ; or, (2) that state rules or regulations require differences in reporting not related to accounting practices and procedures, according to the best of their information, knowledge and belief, respectively.

_____ (Signature) Carl Henry Lindner III (Printed Name) President	_____ (Signature) Karen Holley Horrell (Printed Name) Secretary	_____ (Signature) David John Witzgall (Printed Name) Controller
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Subscribed and sworn to before me this  
10th day of February, 2003

- a. Is this an original filing? Yes [ X ] No [ ]
- b. If no: 1. State the amendment number  
2. Date filed.....  
3. Number of pages attached.....

**Sch. A-Pt. 1**  
**NONE**

**Sch. A-Pt. 2**  
**NONE**

**Sch. A-Pt. 3**  
**NONE**

**Sch. B-Pt. 1**  
**NONE**

**Sch. B-Pt. 2**  
**NONE**

**Sch. BA-Pt. 1**  
**NONE**

**Sch. BA-Pt. 2**  
**NONE**

**GREAT AMERICAN ALLIANCE INSURANCE COMPANY**

**SCHEDULE D - PART 1**

Showing all Long-Term BONDS Owned December 31 of Current Year

1	2	3	Interest		6	7	8	9	10	11	12	13	Interest		16	17	18	19	20	21
			4	5									14	15						
CUSIP Identification	Description	*	Rate of	How Paid	Maturity Date	Option Date	Option Call Price	Book/Adjusted Carrying Value	Par Value	Rate Used to Obtain Fair Value	Fair Value	Actual Cost	Amount Due and Accrued December 31 of Current Year on Bonds not in Default	Gross Amount Received During Year	Increase (Decrease) by Adjustment	Increase (Decrease) by Foreign Exchange Adjustment	Amount of Interest Due and Accrued December 31, Current Year, on Bonds in Default as to Principal or Interest	NAIC Designation	Date Acquired	Effective Rate of Interest
<b>U.S. Government - Issuer Obligations</b>																				
912827 J7 8...	U.S. TREASURY NOTES 6.25 2-15-03.....		6.250	AF15	02/15/2003			2,185,984	2,185,000	100.5940	2,197,979	2,219,666	51,590	136,563	(7,899)	0	0	1	07/01/1998	5.862
912827 L8 3...	U.S. TREASURY NOTES 5.75 8-15-03.....		5.750	AF15	08/15/2003			1,712,889	1,700,000	102.7810	1,747,277	1,791,734	36,928	97,750	(20,051)	0	0	1	10/30/1998	4.488
912827 N8 1...	U.S. TREASURY NOTES 5.875 2-15-04.....		5.875	AF15	02/15/2004			1,802,941	1,800,000	105.1560	1,892,808	1,807,516	39,950	105,750	(2,503)	0	0	1	01/11/2001	5.718
912827 2J 0...	U.S. TREASURY NOTES 6.25 2-15-07.....		6.250	AF15	02/15/2007			480,547	480,000	114.7190	550,651	480,900	11,333	30,000	(113)	0	0	1	08/31/1999	6.218
912827 4H 2...	U.S. TREASURY NOTES 5.50 5-31-03.....		5.500	NM31	05/31/2003			2,331,938	2,330,000	101.7500	2,370,775	2,349,241	11,035	128,150	(4,549)	0	0	1	07/19/1999	5.288
912827 4K 5...	U.S. TREASURY NOTES 5.375 6-30-03.....		5.375	DJ30	06/30/2003			119,722	120,000	102.0630	122,476	117,956	18	6,450	536	0	0	1	06/16/1999	5.855
912827 4V 1...	U.S. TREASURY NOTES 4.75 11-15-08.....		4.750	NM15	11/15/2008			2,731,410	2,580,000	109.1560	2,816,225	2,739,474	18,034	71,014	(8,017)	0	0	1	09/04/2002	3.625
912827 5G 3...	U.S. TREASURY NOTES 5.50 5-15-09.....		5.500	NM15	05/15/2009			260,276	250,000	113.4690	283,673	261,484	1,757	13,750	(1,208)	0	0	1	02/11/2002	4.745
912827 7L 0...	U.S. TREASURY NOTES 4.875 2-15-12.....		4.875	AF15	02/15/2012			4,562,082	4,400,000	108.5940	4,778,136	4,565,000	87,614	56,794	(2,918)	0	0	1	11/18/2002	4.377
912828 AJ 9...	U.S. TREASURY NOTES 4.375 8-15-12.....		4.375	AF15	08/15/2012			2,050,098	2,000,000	104.5310	2,090,620	2,050,313	33,056	0	(215)	0	0	1	12/13/2002	4.058
0199999	U.S. Government - Issuer Obligations.....							18,237,887	17,845,000	XXX	18,850,620	18,383,284	291,315	646,221	(46,937)	0	0	XXX	XXX	XXX
0399999	Total - U.S. Government.....							18,237,887	17,845,000	XXX	18,850,620	18,383,284	291,315	646,221	(46,937)	0	0	XXX	XXX	XXX
<b>Special Revenue &amp; Special Assessment Obligations and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions - Issuer Obligations</b>																				
<b>New Jersey</b>																				
646139 AK 1...	N J TURNPIKE AUTH SR E 5.875 1-1-08.....		5.875	JJ	01/01/2008	01/01/2003	100.000	40,000	40,000	110.4520	44,181	40,000	1,175	2,350	0	0	0	1	02/25/1974	5.875
	New Jersey.....							40,000	40,000	XXX	44,181	40,000	1,175	2,350	0	0	0	XXX	XXX	XXX
	Total States and US.....							40,000	40,000	XXX	44,181	40,000	1,175	2,350	0	0	0	XXX	XXX	XXX
2599999	Special Revenue & Assessment Obligations - Issuer Obligations.....							40,000	40,000	XXX	44,181	40,000	1,175	2,350	0	0	0	XXX	XXX	XXX
3199999	Total - Special Revenue & Special Assessment Obligations.....							40,000	40,000	XXX	44,181	40,000	1,175	2,350	0	0	0	XXX	XXX	XXX
<b>Industrial &amp; Miscellaneous (Unaffiliated) - Issuer Obligations</b>																				
<b>United States</b>																				
291011 AF 1...	EMERSON ELEC 5.50 9-15-08 NC.....		5.500	SM15	09/15/2008			499,176	500,000	109.1580	545,790	498,705	8,097	27,500	120	0	0	1PE	09/11/1998	5.534
441812 FY 5...	HOUSEHOLD FIN 6.40 6-17-08 MTN NC.....		6.400	DJ17	06/17/2008			504,735	500,000	106.6340	533,170	507,515	1,244	32,000	(709)	0	0	1PE	09/04/1998	6.193
	United States.....							1,003,911	1,000,000	XXX	1,078,960	1,006,220	9,341	59,500	(589)	0	0	XXX	XXX	XXX
3999999	Industrial & Miscellaneous (Unaffiliated) - Issuer Obligations.....							1,003,911	1,000,000	XXX	1,078,960	1,006,220	9,341	59,500	(589)	0	0	XXX	XXX	XXX
4599999	Total - Industrial & Miscellaneous (Unaffiliated).....							1,003,911	1,000,000	XXX	1,078,960	1,006,220	9,341	59,500	(589)	0	0	XXX	XXX	XXX
<b>Totals</b>																				
5499999	Total - Issuer Obligations.....							19,281,798	18,885,000	XXX	19,973,761	19,429,504	301,831	708,071	(47,526)	0	0	XXX	XXX	XXX
6099999	Grand Total - Bonds.....							19,281,798	18,885,000	XXX	19,973,761	19,429,504	301,831	708,071	(47,526)	0	0	XXX	XXX	XXX

E08

**SCHEDULE D - PART 2 - SECTION 1**

Showing all PREFERRED STOCKS Owned December 31 of Current Year

1 CUSIP Identifi- cation	2 Description	3 Number of Shares	4 Par Value per Share	5 Rate per Share	6 Book/Adjusted Carrying Value	7 Rate per Share Used to Obtain Fair Value	8 Fair Value	9 Actual Cost	Dividends		12 Increase (Decrease) by Adjustment	13 Increase (Decrease) by Foreign Exchange Adjustment	14 NAIC Desig- nation	15 Date Acquired
									10 Declared but Unpaid	11 Amount Received During Year				

**NONE**

**GREAT AMERICAN ALLIANCE INSURANCE COMPANY**

**SCHEDULE D - PART 2 - SECTION 2**

Showing all COMMON STOCKS Owned December 31 of Current Year

1 CUSIP Identifi- cation	2 Description	3 Number of Shares	4 Book/Adjusted Carrying Value	5 Rate per Share Used to Obtain Fair Value	6 Fair Value	7 Actual Cost	Dividends		10 Increase (Decrease) by Adjustment	11 Increase (Decrease) by Foreign Exchange Adjustment	12 NAIC Designation (a)	13 Date Acquired
							8 Declared but Unpaid	9 Amount Received During Year				
<b>Common Stocks - Banks, Trust and Insurance Companies (Unaffiliated)</b>												
<b>United States</b>												
30303# 10 7.....	FACILITY INSURANCE HOLDING CORP CL A.....	4,375.000	2,708	0.619	2,708	0	0	0	2,708	0	A.....	..08/21/1997...
	United States.....		2,708	XXX	2,708	0	0	0	2,708	0	XXX.....	XXX.....
6799999.	Total - Common Stocks - Banks, Trust and Insurance Companies (Unaffiliated).....		2,708	XXX	2,708	0	0	0	2,708	0	XXX.....	XXX.....
<b>Common Stocks - Industrial and Miscellaneous (Unaffiliated)</b>												
<b>United States</b>												
170032 11 4.....	CHIQUITA BRANDS INTNL WT 03-19-09.....	2,929.000	10,779	3.680	10,779	14,206	0	0	(3,427)	0	L.....	..03/19/2002...
	United States.....		10,779	XXX	10,779	14,206	0	0	(3,427)	0	XXX.....	XXX.....
6899999.	Total - Common Stocks - Industrial and Miscellaneous (Unaffiliated).....		10,779	XXX	10,779	14,206	0	0	(3,427)	0	XXX.....	XXX.....
7099999.	Total - Common Stock.....		13,487	XXX	13,487	14,206	0	0	(719)	0	XXX.....	XXX.....
7199999.	Total - Preferred and Common Stock.....		13,487	XXX	13,487	14,206	0	0	(719)	0	XXX.....	XXX.....

(a) For all common stocks bearing the NAIC designation "U" provide: the number of such issues.....0, the total \$ value (included in Column 6) of all such issues \$.....0.

**GREAT AMERICAN ALLIANCE INSURANCE COMPANY**

**SCHEDULE D - PART 3**

Showing all Long-Term Bonds and Stocks ACQUIRED During Current Year

1 CUSIP Identification	2 Description	3 Date Acquired	4 Name of Vendor	5 Number of Shares of Stock	6 Actual Cost	7 Par Value	8 Paid for Accrued Interest and Dividends
<b>Bonds - U.S. Government</b>							
912827 4V 1	U.S. TREASURY NOTES 4.75 11-15-08	01/18/2002	MCDONALD & CO.		250,898	250,000	2,231
912827 4V 1	U.S. TREASURY NOTES 4.75 11-15-08	09/04/2002	ISI GROUP INC.		1,077,031	1,000,000	14,586
912827 4V 1	U.S. TREASURY NOTES 4.75 11-15-08	09/04/2002	BEAR STEARNS & CO. INC.		1,077,188	1,000,000	14,586
912827 5G 3	U.S. TREASURY NOTES 5.50 5-15-09	02/11/2002	BEAR STEARNS & CO. INC.		261,484	250,000	3,381
912827 7L 0	U.S. TREASURY NOTES 4.875 2-15-12	07/15/2002	ISI GROUP INC.		611,625	600,000	12,201
912827 7L 0	U.S. TREASURY NOTES 4.875 2-15-12	07/16/2002	ISI GROUP INC.		2,029,063	2,000,000	40,939
912827 7L 0	U.S. TREASURY NOTES 4.875 2-15-12	11/18/2002	MCDONALD & CO.		1,924,312	1,800,000	22,891
912828 AJ 9	U.S. TREASURY NOTES 4.375 8-15-12	12/13/2002	ISI GROUP INC.		2,050,312	2,000,000	29,246
0399999	Total - Bonds - U.S. Government				9,281,913	8,900,000	140,061
6099997	Total - Bonds - Part 3				9,281,913	8,900,000	140,061
6099999	Total - Bonds				9,281,913	8,900,000	140,061
<b>Common Stocks - Industrial and Miscellaneous</b>							
<b>United States</b>							
170032 11 4	CHIQUITA BRANDS INTNL WT 03-19-09	03/19/2002	NON-TAX EXCHANGE	2,930,000	14,206		0
	United States				14,206	XXX	0
6899999	Total - Common Stocks - Industrial & Miscellaneous				14,206	XXX	0
7099997	Total - Common Stocks - Part 3				14,206	XXX	0
7099998	Total - Common Stocks - Summary Item from Part 5				2,625	XXX	0
7099999	Total - Common Stocks				16,831	XXX	0
7199999	Total - Preferred and Common Stocks				16,831	XXX	0
7299999	Total - Bonds, Preferred and Common Stocks				9,298,744	XXX	140,061

**GREAT AMERICAN ALLIANCE INSURANCE COMPANY**

**SCHEDULE D - PART 4**

Showing all Long-Term Bonds and Stocks SOLD, REDEEMED or Otherwise DISPOSED OF During Current Year

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16
CUSIP Identification	Description	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Book/Adjusted Carrying Value at Disposal Date	Increase (Decrease) by Adjustment	Increase (Decrease) by Foreign Exchange Adjustment	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Interest on Bonds Received During Year	Dividends on Stocks Received During Year
<b>Bonds - U.S. Government</b>															
912827 G5 5	U.S. TREASURY NOTES 6.375 8-15-02	08/15/2002	REDEEMED		1,250,000	1,250,000	1,259,883	1,250,000	(1,728)	0	0	0	0	83,513	
912827 T8 5	U.S. TREASURY NOTES 6.50 5-15-05	11/08/2002	MCDONALD INVESTMENTS		1,108,594	1,000,000	1,068,940	1,046,011	(14,417)	0	0	62,582	62,582	64,470	
912827 T8 5	U.S. TREASURY NOTES 6.50 5-15-05	12/13/2002	ISI GROUP INC		1,986,891	1,800,000	1,924,092	1,879,779	(28,993)	0	0	107,112	107,112	127,019	
912827 X8 0	U.S. TREASURY NOTES 6.875 5-15-06	01/18/2002	MCDONALD & CO		127,309	115,000	115,557	115,409	(4)	0	0	11,899	11,899	1,485	
912827 3Z 3	U.S. TREASURY NOTES 5.50 2-28-03	01/18/2002	MCDONALD & CO		103,656	100,000	101,367	100,421	(17)	0	0	3,235	3,235	2,188	
0399999	Total - Bonds - U.S. Government				4,576,450	4,265,000	4,469,839	4,391,620	(45,159)	0	0	184,828	184,828	278,675	XXX
<b>Bonds - States, Territories and Possessions</b>															
<b>Texas</b>															
882716 WJ 8	TEXAS PUBLIC FIN GO 5.60 10-1-02	10/01/2002	REDEEMED		700,000	700,000	697,333	700,000	255	0	0	0	0	39,200	
	Texas				700,000	700,000	697,333	700,000	255	0	0	0	0	39,200	XXX
	Total States and US				700,000	700,000	697,333	700,000	255	0	0	0	0	39,200	XXX
1799999	Total - Bonds - States, Territories & Possessions				700,000	700,000	697,333	700,000	255	0	0	0	0	39,200	XXX
<b>Bonds - Special Revenue and Special Assessment</b>															
<b>New Jersey</b>															
646139 AK 1	N J TURNPIKE AUTH SR E 5.875 1-1-08	01/01/2002	SINKING FUND PAYMENT		10,000	10,000	10,000	10,000	0	0	0	0	0	294	
	New Jersey				10,000	10,000	10,000	10,000	0	0	0	0	0	294	XXX
	Total States and US				10,000	10,000	10,000	10,000	0	0	0	0	0	294	XXX
3199999	Total - Bonds - Special Revenue & Assessment				10,000	10,000	10,000	10,000	0	0	0	0	0	294	XXX
<b>Bonds - Industrial and Miscellaneous</b>															
<b>United States</b>															
370425 QT 0	GMAC 6.00 2-1-02 NC	02/01/2002	REDEEMED		500,000	500,000	501,985	500,000	(53)	0	0	0	0	15,000	
	United States				500,000	500,000	501,985	500,000	(53)	0	0	0	0	15,000	XXX
4599999	Total - Bonds - Industrial & Miscellaneous				500,000	500,000	501,985	500,000	(53)	0	0	0	0	15,000	XXX
6099997	Total - Bonds - Part 4				5,786,450	5,475,000	5,679,157	5,601,620	(44,957)	0	0	184,828	184,828	333,169	XXX
6099999	Total - Bonds				5,786,450	5,475,000	5,679,157	5,601,620	(44,957)	0	0	184,828	184,828	333,169	XXX
<b>Common Stocks - Industrial and Miscellaneous</b>															
<b>United States</b>															
170032 10 6	CHIQUITA BRANDS INTERNATIONAL, INC	03/19/2002	NON-TAX EXCHANGE	24,649.000	16,849	XXX	502,223	17,008	448	0	0	626	626	XXX	0
	United States				16,849	XXX	502,223	17,008	448	0	0	626	626	XXX	0
6899999	Total - Common Stocks - Industrial & Miscellaneous				16,849	XXX	502,223	17,008	448	0	0	626	626	XXX	0
7099997	Total - Common Stocks - Part 4				16,849	XXX	502,223	17,008	448	0	0	626	626	XXX	0
7099998	Total - Common Stocks - Summary Item from Part 5				2,934	XXX	2,625	2,625	0	0	0	309	309	XXX	0
7099999	Total - Common Stocks				19,783	XXX	504,848	19,633	448	0	0	935	935	XXX	0
7199999	Total - Preferred and Common Stocks				19,783	XXX	504,848	19,633	448	0	0	935	935	XXX	0
7299999	Total - Bonds, Preferred and Common Stocks				5,806,233	XXX	6,184,005	5,621,253	(44,509)	0	0	185,763	185,763	333,169	0

E12

**GREAT AMERICAN ALLIANCE INSURANCE COMPANY**

**SCHEDULE D - PART 5**

Showing all Long-Term Bonds and Stocks ACQUIRED During Current Year and Fully DISPOSED OF During Current Year

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17
CUSIP Identification	Description	Date Acquired	Name of Vendor	Disposal Date	Name of Purchaser	Par Value (Bonds) or Number of Shares (Stocks)	Actual Cost	Consideration	Book/Adjusted Carrying Value at Disposal Date	Increase (Decrease) by Adjustment	Increase (Decrease) by Foreign Exchange Adjustment	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Interest and Dividends Received During Year	Paid for Accrued Interest and Dividends
<b>Common Stocks - Industrial and Miscellaneous</b>																
<b>United States</b>																
170032 80 9.....	CHIQUITA BRANDS INTERNATIONAL.....	03/19/2002	EXCHANGE.....	05/28/2002	PROVIDENT SEC .....	175.000	2,625	2,934	2,625	0	0	0	309	309	0	0
	United States.....					XXX	2,625	2,934	2,625	0	0	0	309	309	0	0
6899999	Total - Common Stocks - Industrial & Miscellaneous.....					XXX	2,625	2,934	2,625	0	0	0	309	309	0	0
7099998	Total - Common Stocks.....					XXX	2,625	2,934	2,625	0	0	0	309	309	0	0
7199999	Total - Preferred and Common Stocks.....					XXX	2,625	2,934	2,625	0	0	0	309	309	0	0
7299999	Total - Bonds, Preferred and Common Stocks.....					XXX	2,625	2,934	2,625	0	0	0	309	309	0	0

**GREAT AMERICAN ALLIANCE INSURANCE COMPANY**

**SCHEDULE D - PART 6 - SECTION 1**

Valuation of Shares of Subsidiary, Controlled or Affiliated Companies

1 CUSIP Identifi- cation	2 Description Name of Subsidiary, Controlled or Affiliated Company	3 NAIC Company Code or Alien Insurer Identification Number	4 NAIC Valuation Method (See SVO Purposes and Procedures manual)	5 Do Insurer's Assets Include Intangible Assets Connected with Holding of Such Company's Stock?	6 Total Amount of Such Intangible Assets	7 Book/Adjusted Carrying Value	Stock of Such Company Owned by Insurer on Statement Date	
							8 Number of Shares	9 % of Outstanding

1. Amount of insurer's capital and surplus from the prior period's statutory statement reduced by any admitted EDP, goodwill and net deferred tax assets included therein: \$.....0.
2. Total amount of intangible assets nonadmitted \$.....0.

**NONE**

**SCHEDULE D - PART 6 - SECTION 2**

1 CUSIP Identifi- cation	2 Name of Lower-tier Company	3 Name of Company Listed in Section 1 Which Controls Lower-tier Company	4 Total Amount of Intangible Assets Included in Amount Shown in Column 6, Section 1	Stock in Lower-Tier Company Owned Indirectly by Insurer on Statement Date	
				5 Number of Shares	6 % of Outstanding

**NONE**

**GREAT AMERICAN ALLIANCE INSURANCE COMPANY**

**SCHEDULE DA - PART 1**

Showing all SHORT-TERM INVESTMENTS Owned December 31 of Current Year

1 CUSIP Identifi- cation	2 Description	3 Date Acquired	4 Name of Vendor	Interest		7 Maturity Date	8 Book/Adjusted Carrying Value	9 Increase (Decrease) by Adjustment	10 Increase (Decrease) by Foreign Exchange Adjustment	11 Par Value	12 Actual Cost	Interest		15 Paid for Accrued Interest	16 NAIC Desig- nation	17 Effective Rate of Interest
				5 Rate of	6 How Paid							13 Amount Due and Accrued Dec. 31 of Current Year on Bonds not in Default	14 Gross Amount Received			
<b>Exempt Money Market Mutual Funds</b>																
<b>United States</b>																
825252 30 7..	AIM Short-Term Investments Trust Treasury Portfolio.....	12/18/2002	The Bank of New York.....	1.240	Mtly..	12/31/2003	16,000	0	0	16,000	16,000	0	9,168	0	1...	1.240
	United States.....						16,000	0	0	16,000	16,000	0	9,168	0	XXX	XXX
7799999	Exempt Money Market Mutual Funds.....						16,000	0	0	16,000	16,000	0	9,168	0	XXX	XXX
<b>Class One Money Market Mutual Funds</b>																
<b>United States</b>																
825251 84 6..	AIM Short-Term Investments Co. Prime Portfolio.....	12/10/2002	The Bank of New York.....	1.200	Mtly..	12/31/2003	156,433	0	0	156,433	156,433	0	0	0	1...	1.200
	United States.....						156,433	0	0	156,433	156,433	0	0	0	XXX	XXX
7899999	Class One Money Market Mutual Funds.....						156,433	0	0	156,433	156,433	0	0	0	XXX	XXX
8099999	Grand Total - Short-Term Investments.....						172,433	(a).....0	0	172,433	172,433	0	9,168	0	XXX	XXX

(a) Includes \$.....0 other than accrual of discount and amortization of premium.

**Sch. DB-Pt. A-Sn. 1  
NONE**

**Sch. DB-Pt. A-Sn. 2  
NONE**

**Sch. DB-Pt. A-Sn. 3  
NONE**

**Sch. DB-Pt. B-Sn. 1  
NONE**

**Sch. DB-Pt. B-Sn. 2  
NONE**

**Sch. DB-Pt. B-Sn. 3  
NONE**

**Sch. DB-Pt. C-Sn. 1  
NONE**

**Sch. DB-Pt. C-Sn. 2  
NONE**

**Sch. DB-Pt. C-Sn. 3  
NONE**

**Sch. DB-Pt. D-Sn. 1  
NONE**

**Sch. DB-Pt. D-Sn. 2  
NONE**

**Sch. DB-Pt. D-Sn. 3  
NONE**

**Sch. DB-Pt. E-Sn. 1  
NONE**



**GREAT AMERICAN ALLIANCE INSURANCE COMPANY**

**SCHEDULE E - PART 1 - CASH**

1	2	3	4	5	6
Depository	Rate of Interest	Amount of Interest Received During Year	Amount of Interest Accrued December 31 of Current Year	Balance	*
<b>Open Depositories</b>					
The Bank of New York..... New York, New York.....	0.230	74	0	3,726	XXX
The Provident Bank..... Cincinnati, Ohio.....	0.000	0	0	17,953	XXX
0199999. Total - Open Depositories.....	XXX	74	0	21,679	XXX
0399999. Total Cash on Deposit.....	XXX	74	0	21,679	XXX
0599999. Total Cash.....	XXX	74	0	21,679	XXX

**TOTALS OF DEPOSITORY BALANCES ON THE LAST DAY OF EACH MONTH DURING THE CURRENT YEAR**

1. January.....	31,952	4. April.....	28,257	7. July.....	28,700	10. October.....	19,405
2. February.....	280,673	5. May.....	39,850	8. August.....	22,191	11. November.....	18,678
3. March.....	31,872	6. June.....	27,035	9. September.....	21,671	12. December.....	21,679

**SCHEDULE E - PART 2 - SPECIAL DEPOSITS**

1 Line Number	2 Type	3 Description of Deposit	4 Where Deposited and Purpose of Deposit	5 Par or Book Value	6 Statement Value (a)	7 Fair Value
<b>SPECIAL DEPOSITS WHICH ARE NOT FOR THE BENEFIT OF ALL POLICYHOLDERS</b>						
<b>Arizona</b>						
AZ00001	B	U.S. TREASURY NOTES 5.50 5-31-03	BNY WESTERN TRUST,AZ RSD FOR WC BY INS CODE, SECTION 23-961	110,000	110,091	111,925
AZ00002	B	U.S. TREASURY NOTES 4.375 8-15-12	BNY WESTERN TRUST,AZ RSD FOR WC BY INS CODE, SECTION 23-961	400,000	410,019	418,124
AZ99999	Arizona			510,000	520,110	530,049
<b>Arkansas</b>						
AR00001	B	U.S. TREASURY NOTES 6.25 2-15-03	REGIONS BANK,AR RSD BY INS CODE, SECTIONS 23-63-206(1)(B) AND (C)	100,000	100,045	100,594
AR00002	B	U.S. TREASURY NOTES 6.25 2-15-07	REGIONS BANK,AR RSD BY INS CODE, SECTION 23-63-206(1)(C)	30,000	30,034	34,415
AR00003	B	U.S. TREASURY NOTES 4.75 11-15-08	REGIONS BANK,AR RSD BY INS CODE, SECTION 23-63-206(1)(C)	15,000	15,880	16,373
AR00004	B	U.S. TREASURY NOTES 4.875 2-15-12	REGIONS BANK,AR RSD BY INS CODE, SECTION 23-63-206(1)(C)	5,000	5,184	5,429
AR99999	Arkansas			150,000	151,143	156,811
<b>California</b>						
CA00001	B	EMERSON ELEC 5.50 9-15-08 NC	BNY WESTERN TRUST,CA RSD FOR WC BY INS CODE, ARTICLE 1, SECTIONS 11690 TO 11719	500,000	499,176	545,790
CA00002	B	HOUSEHOLD FIN 6.40 6-17-08 MTN NC	BNY WESTERN TRUST,CA RSD FOR WC BY INS CODE, ARTICLE 1, SECTIONS 11690 TO 11719	500,000	504,735	533,170
CA00003	B	U.S. TREASURY NOTES 5.875 2-15-04	BNY WESTERN TRUST,CA RSD FOR WC BY INS CODE, ARTICLE 1, SECTIONS 11690 TO 11719	1,400,000	1,402,287	1,472,184
CA00006	B	U.S. TREASURY NOTES 5.50 5-31-03	BNY WESTERN TRUST,CA RSD FOR WC BY INS CODE, ARTICLE 1, SECTIONS 11690 TO 11719	150,000	150,124	152,625
CA00007	B	U.S. TREASURY NOTES 4.75 11-15-08	BNY WESTERN TRUST,CA RSD FOR WC BY INS CODE, ARTICLE 1, SECTIONS 11690 TO 11719	2,175,000	2,302,642	2,374,143
CA00009	B	U.S. TREASURY NOTES 5.50 5-15-09	BNY WESTERN TRUST,CA RSD FOR WC BY INS CODE, ARTICLE 1, SECTIONS 11690 TO 11719	250,000	260,276	283,673
CA00010	B	U.S. TREASURY NOTES 4.875 2-15-12	BNY WESTERN TRUST,CA RSD FOR WC BY INS CODE, ARTICLE 1, SECTIONS 11690 TO 11719	3,675,000	3,810,375	3,990,829
CA00011	B	U.S. TREASURY NOTES 4.375 8-15-12	BNY WESTERN TRUST,CA RSD FOR WC BY INS CODE, ARTICLE 1, SECTIONS 11690 TO 11719	740,000	758,536	773,529
CA00012	B	U.S. TREASURY NOTES 4.375 8-15-12	BNY WESTERN TRUST,CA RSD FOR WC BY INS CODE, ARTICLE 1, SECTIONS 11690 TO 11719	0	0	0
CA00013	B	U.S. TREASURY NOTES 4.875 2-15-12	BNY WESTERN TRUST,CA RSD FOR WC BY INS CODE, ARTICLE 1, SECTIONS 11690 TO 11719	0	0	0
CA00014	B	U.S. TREASURY NOTES 4.375 8-15-12	BNY WESTERN TRUST,CA RSD FOR WC BY INS CODE, ARTICLE 1, SECTIONS 11690 TO 11719	0	0	0
CA00015	B	U.S. TREASURY NOTES 4.375 8-15-12	BNY WESTERN TRUST,CA RSD FOR WC BY INS CODE, ARTICLE 1, SECTIONS 11690 TO 11719	0	0	0
CA00016	B	U.S. TREASURY NOTES 4.375 8-15-12	BNY WESTERN TRUST,CA RSD FOR WC BY INS CODE, ARTICLE 1, SECTIONS 11690 TO 11719	0	0	0
CA99999	California			9,390,000	9,688,151	10,125,943
<b>Delaware</b>						
DE00001	B	U.S. TREASURY NOTES 5.75 8-15-03	WILMINGTON TRUST COMPANY,DE RSD BY INS CODE, SECTION 513(B)	15,000	15,113	15,417
DE99999	Delaware			15,000	15,113	15,417
<b>Florida</b>						
FL00001	B	U.S. TREASURY NOTES 6.25 2-15-03	WACHOVIA BANK,FL RSD BY INS CODE, SECTION 624.411	85,000	85,038	85,504
FL00002	B	U.S. TREASURY NOTES 4.75 11-15-08	WACHOVIA BANK,FL RSD BY INS CODE, SECTION 624.411	5,000	5,293	5,457
FL00003	B	U.S. TREASURY NOTES 4.875 2-15-12	WACHOVIA BANK,FL RSD BY INS CODE, SECTION 624.411	115,000	119,236	124,883
FL99999	Florida			205,000	209,567	215,844
<b>Georgia</b>						
GA00001	B	U.S. TREASURY NOTES 4.875 2-15-12	WACHOVIA BANK,GA RSD BY INS CODE, SECTIONS 33-3-9 AND 34-9-129	100,000	103,683	108,594
GA99999	Georgia			100,000	103,683	108,594
<b>Idaho</b>						
ID00001	B	U.S. TREASURY NOTES 6.25 2-15-07	WELLS FARGO,ID RSD BY INS CODE, SECTION 41-317	50,000	50,056	57,359
ID99999	Idaho			50,000	50,056	57,359
<b>Kansas</b>						
KS00001	B	U.S. TREASURY NOTES 5.375 6-30-03	FIRSTAR BANK,KS RSD BY INS CODE, SECTION 40-256	110,000	109,745	112,269
KS00002	B	U.S. TREASURY NOTES 4.75 11-15-08	FIRSTAR BANK,KS RSD BY INS CODE, SECTION 40-256	25,000	26,467	27,289
KS99999	Kansas			135,000	136,212	139,558
<b>Louisiana</b>						
LA00001	B	U.S. TREASURY NOTES 6.25 2-15-03	HANCOCK BANK OF LOUISIANA,LA RSD BY INS CODE, SECTIONS 1021 TO 1025	70,000	70,032	70,416
LA00002	B	U.S. TREASURY NOTES 6.25 2-15-03	HANCOCK BANK OF LOUISIANA,LA RSD BY INS CODE, SECTIONS 1021 TO 1025	0	0	0
LA99999	Louisiana			70,000	70,032	70,416
<b>Massachusetts</b>						
MA00001	B	U.S. TREASURY NOTES 6.25 2-15-07	STATE STREET BANK,MA RSD BY GEN LAWS, CHAPTER 152	170,000	170,193	195,022

E25

**SCHEDULE E - PART 2 - SPECIAL DEPOSITS**

1 Line Number	2 Type	3 Description of Deposit	4 Where Deposited and Purpose of Deposit	5 Par or Book Value	6 Statement Value (a)	7 Fair Value
MA00002			SECTIONS 61 AND 62 AND CHAPTER 175 SECTION 151	0	0	0
MA00003	B	U.S. TREASURY NOTES 5.50 5-31-03	STATE STREET BANK,MA RSD BY GEN LAWS, CHAPTER 152	390,000	390,324	396,825
MA00004			SECTIONS 61 AND 62	0	0	0
MA99999	Massachusetts			560,000	560,517	591,847
<b>Nevada</b>						
NV00001	B	U.S. TREASURY NOTES 5.50 5-31-03	THE BANK OF NEW YORK,NV RSD BY INS CODE, SECTION 680-A140	100,000	100,083	101,750
NV99999	Nevada			100,000	100,083	101,750
<b>New Mexico</b>						
NM00001	B	U.S. TREASURY NOTES 4.75 11-15-08	DEUTSCHE BANK,NM RSD BY INS CODE, SECTIONS 59A-5-18 AND 59A-5-19	70,000	74,108	76,409
NM00002				0	0	0
NM00003	B	U.S. TREASURY NOTES 4.875 2-15-12	DEUTSCHE BANK,NM RSD BY INS CODE, SECTIONS 59A-5-18 AND 59A-5-19	200,000	207,367	217,188
NM00004				0	0	0
NM00005	B	U.S. TREASURY NOTES 4.375 8-15-12	DEUTSCHE BANK,NM RSD BY INS CODE, SECTIONS 59A-5-18 AND 59A-5-19	90,000	92,254	94,077
NM00006				0	0	0
NM99999	New Mexico			360,000	373,729	387,674
<b>North Carolina</b>						
NC00001	B	U.S. TREASURY NOTES 6.25 2-15-07	WACHOVIA BANK,NC RSD BY INS CODE, SECTIONS 58-5-5, 58-5-10 AND 58-5-40	80,000	80,091	91,775
NC00002				0	0	0
NC00003	B	U.S. TREASURY NOTES 5.50 5-31-03	WACHOVIA BANK,NC RSD BY INS CODE, SECTIONS 58-5-5, 58-5-10 AND 58-5-40	20,000	20,016	20,350
NC00004				0	0	0
NC99999	North Carolina			100,000	100,107	112,125
<b>Oregon</b>						
OR00001	B	U.S. TREASURY NOTES 6.25 2-15-03	US BANK OF,OR RSD BY INS CODE, SECTION 731.624(3)	125,000	125,056	125,742
OR00002	B	U.S. TREASURY NOTES 6.25 2-15-07	US BANK OF,OR RSD BY INS CODE, SECTIONS 731.628(1) AND 731.628(2)	150,000	150,170	172,078
OR00003	B	U.S. TREASURY NOTES 4.75 11-15-08	US BANK OF,OR RSD BY INS CODE, SECTIONS 731.628(1) AND 731.628(2)	100,000	105,868	109,156
OR99999	Oregon			375,000	381,094	406,976
<b>South Carolina</b>						
SC00001	B	U.S. TREASURY NOTES 4.75 11-15-08	BANK OF AMERICA,SC RSD BY INS CODE, SECTION 38-9-80	135,000	142,922	147,360
SC00002	B	U.S. TREASURY NOTES 4.875 2-15-12	BANK OF AMERICA,SC RSD BY INS CODE, SECTION 38-9-80	105,000	108,867	114,023
SC99999	South Carolina			240,000	251,789	261,383
<b>Texas</b>						
TX00001	B	U.S. TREASURY NOTES 4.875 2-15-12	BANK OF AMERICA,TX RSD BY INS CODE, ARTICLE 8.05	50,000	51,841	54,297
TX99999	Texas			50,000	51,841	54,297
<b>Virginia</b>						
VA00001	B	U.S. TREASURY NOTES 6.25 2-15-03	SUNTRUST BANK,VA RSD BY INS CODE, SECTION 38.2-1045	70,000	70,032	70,416
VA99999	Virginia			70,000	70,032	70,416
XX99999	Total - All Special Deposits NOT Held for Benefit of all Policyholders, Claimants, & Creditors of the Company			12,480,000	12,833,259	13,406,459
<b>SPECIAL DEPOSITS WHICH ARE FOR THE BENEFIT OF ALL POLICYHOLDERS</b>						
<b>Ohio</b>						
OH00001	B	U.S. TREASURY NOTES 6.25 2-15-03	THE PROVIDENT BANK,OH RSD BY INS CODE, SECTIONS 3929.01, 3929.07, 3929.08, 3929.11	505,000	517,649	527,881
OH00002				0	0	0
OH00003	B	U.S. TREASURY NOTES 4.875 2-15-12	THE PROVIDENT BANK,OH RSD BY INS CODE, SECTIONS 3929.01, 3929.07, 3929.08, 3929.11	100,000	103,683	108,594
OH00004				0	0	0
OH00005	B	U.S. TREASURY NOTES 5.50 5-31-03	THE PROVIDENT BANK,OH RSD BY INS CODE, SECTIONS 3929.01, 3929.07, 3929.08, 3929.11	1,530,000	1,531,272	1,556,775
OH00006				0	0	0
OH00007	B	U.S. TREASURY NOTES 5.875 2-15-04	THE PROVIDENT BANK,OH RSD BY INS CODE, SECTIONS 3929.01, 3929.07, 3929.08, 3929.11	400,000	400,653	420,624
OH00008				0	0	0
OH00009	B	U.S. TREASURY NOTES 5.75 8-15-03	THE PROVIDENT BANK,OH RSD BY INS CODE, SECTIONS 3929.01, 3929.07, 3929.08, 3929.11	1,685,000	1,697,775	1,731,859
OH00010				0	0	0
OH99999	Ohio			4,220,000	4,251,032	4,345,733
ZZ99999	Total - All Special Deposits Held for Benefit of all Policyholders, Claimants, & Creditors of the Company			4,220,000	4,251,032	4,345,733
9999999	Totals			16,700,000	17,084,291	17,752,192

E25.1

(a) Includes \$.....0 cash and short-term investments as defined in SSAP No. 2 of the NAIC Accounting Practices and Procedures Manual.

### SCHEDULE E - PART 2 - SPECIAL DEPOSITS

1 Line Number	2 Type	3 Description of Deposit	4 Where Deposited and Purpose of Deposit	5 Par or Book Value	6 Statement Value (a)	7 Fair Value
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E25.2